

19 October 1978

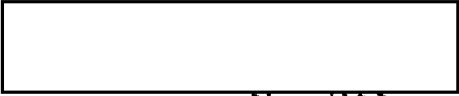
MEMORANDUM FOR: Deputy Director for Operations

FROM : Donald P. Gregg  
Chief, Policy and Coordination Staff  
Liaison and Oversight Control

SUBJECT : Responses to the House Appropriations  
Committee Report on the Directorate of  
Operations

1. Attached are responses to the House Appropriations Committee (S&I) report on the Directorate of Operations. You asked me to write a statement on each of the selected issues raised by the report in preparation for a hearing before the Committee. No such hearing is scheduled and the Comptroller believes it is unlikely that a hearing will be called for. The Comptroller believes that we should reply to the report in writing. What I have prepared can be used, I believe, either as a written report to the S&I team or as a basis for an orally delivered statement.

2. Twenty-one issues are dealt with. The one unresolved issue in the questions raised by the S&I report is on use of the DCI's authority in Section 8 of the CIA Act of 1949. This was an issue which I highlighted for you in my report of 20 June (attached). The Comptroller's office, with whom I discussed this matter, recommended that I not try to deal with this issue at this time. They believe that more careful consideration and discussions are necessary. The DDA for its part believes that there are clear and formal guidelines governing the use of Section 8 authority and that to develop a more precise set of regulations would be extremely difficult. The DDA believes that it would be possible to work out with the oversight committees of Congress methods whereby a series of reviews could be made to determine whether Section 8 authority is being properly exercised. A decision is needed as to what, if anything, you wish to do on this matter. Since we have not done anything up to this point, I suggest that the covering letter which submits our comments on the twenty-one issues simply state that we are continuing to study the extremely complicated question of the Director's authority in Section 8.

  
Donald P. Gregg

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SUBJECT: Responses to the House Appropriations Committee  
Report on the Directorate of Operations

Distribution:

- 1 - DDO, w/att
- 1 - DDO Reg, wo/att
- 1 - COMPT, wo/att
- 1 - OLC (Mr. Hitz), wo/att
- 2 - PCS/LOC, w/att

## ROUTING AND RECORD SHEET

SUBJECT: (Optional)

*DDO*

FROM: Don Gregg  
C/PCS/LOC  
2 D 4916

EXTENSION

NO.

25X1

DATE

19 October 1978

25X1

TO: (Officer designation, room number, and building)

DATE

OFFICER'S  
INITIALS

COMMENTS (Number each comment to show from whom to whom. Draw a line across column after each comment.)

RECEIVED

FORWARDED

1. Mr. Hitz  
Legislative Counsel

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Approved For Release 2004/08/30 : CIA-RDP81M00980R001800060020-5